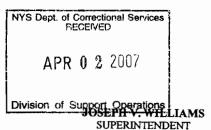
L ARTMENT OF CORRECTIONAL SERVICE.

LINCOLN CORRECTIONAL FACILITY

31 West 110th Street New York, New York 10026-4398 212-860-9400



BRIAN FISCHER COMMISSIONER

March 27, 2007

Michael Freed, President Rockland Vending Corporation 1 Sanford Avenue Chester, NY 10918

Dear Mr. Freed:

Lincoln Correctional Facility will not be extending their contract for an additional one year period, because of failure to submit commissions in a timely manner. The last time commissions were submitted to our facility was up to **November 23, 2006**. I have spoken with you concerning this matter on March 13, 2007 when I responded to the letter received from Mr. Stewart R. Kidder, Director of Support Operation regarding Vending Machines. Also, attached is a letter dated November 9, 2006 from Mr. Kidder stating your delinquency with several facilities commission checks. At the present time your corporation is behind **four months**.

Since you are continuously having problems submitting your commission in the specified time period as stated below per contract:

Detailed Specifications – Pg. 3 – Section 14 – specifies "Contractor agrees to pay the FACILITY 15% of total gross sales by the 10th of the following month...."

We have no alternative but to terminate your contract effective May 31, 2007 for failure to submit commissions in a timely manner.

Please feel free to contact me at the above number extension 3100, if you would like to discuss this matter further.

Sincerely,

Marsha F. Riley

Institution Steward

cc: Enc.

Nannette Ferri, Support Operations

Executive Team

File